

FISCAL NOTE

HB 86 – SB 511

January 27, 2005

SUMMARY OF BILL: Replaces the existing Tennessee Professional Corporation Act with the *Professional Service Corporation Act of 2005*, which sets forth requirements for the incorporation and operation of both for-profit and nonprofit professional corporations.

ESTIMATED FISCAL IMPACT:

MINIMAL

Assumptions:

- Professional corporations will continue to file with the Secretary of State's Office as they currently do and the Business Corporation Act will continue to apply to these entities.
- These professional service corporations are already subject to franchise and excise tax and the provisions of this bill would not modify how such tax is applied to them. Therefore, this bill is estimated to have no impact on state revenues.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James W. White". The signature is fluid and cursive, with the first name "James" written in a larger, more prominent script than the last name "White".

James W. White, Executive Director